

**STATE OF MICHIGAN
DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**

Bulletin 2013-13-INS

In the matter of:

**Michigan Property and Casualty Guaranty Association's annual
adjustment of an insured's maximum unearned premium refund**

**Issued and entered
this 1st day of May 2013
By R. Kevin Clinton
Director**

**INFORMATIONAL STATEMENT ISSUED
PURSUANT TO MCL 500.7925(2)(a) and R 500.351
OF THE MICHIGAN ADMINISTRATIVE CODE**

This bulletin supersedes Bulletin 2012-07-INS, dated May 7, 2012.

The Property and Casualty Guaranty Association Act, Michigan Compiled Laws (MCL) 500.7925(2)(a), requires the Director of Insurance and Financial Services to annually adjust an insured's maximum refund of unearned premiums that constitutes a covered claim of the Property and Casualty Guaranty Association.

Michigan Compiled Laws 500.7925(2)(a) requires the annual adjustment of an insured's maximum refund of unearned premiums, from one insolvent insurer, to reflect changes in the cost of living as prescribed by the Director's promulgated rule. Rule 500.351 of the Michigan Administrative Code requires the annual adjustment to the maximum refund amount of unearned premiums by the ratio of the Consumer Price Index (CPI) as calculated by the United States Department of Labor, Bureau of Statistics, using the Consumer Price Index U.S. City Average for all items as of March of each year, rounded to the nearest dollar.

By issuing this informational statement, the Director certifies that he has performed the CPI review and has adjusted the maximum unearned premium refund for the period from July 1, 2013 through June 30, 2014 to \$1454.00.

The maximum unearned premium refund for the most recent year was: July 1, 2012 through June 30, 2013 - \$1432.00.

Any questions regarding this bulletin should be directed to:

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